

**MINUTES OF ANNUAL MEMBERSHIP MEETING OF THE CEDAR VALLEY PUMPS  
ASSOCIATION HELD FEBRUARY 28, 1966 IN THE CITY AND COUNTY BUILDING  
CEDAR CITY, UTAH**

Meeting called to order at 7:30 p.m. by Pres. John Deal.

Those present: Gerald R. Lee, Bud Bauer, Dennis Bauer, George Vandenberghe, Iver Jones, Grant Hunter, Louis Maxwell, Kay Smith, George Graham, Maurice Vandenberghe, Arch Spillbury, Rex Palmer, L.F. Lake, Jerry Bryant, Elwood Curry, Dick Leigh, Gummy Parry, Wesley Bauer, Louis Jones, Gressel Shewett, John Shewett, Bryant Leigh, John Hunter, Joseph D. Armstrong, Dr. J.S. French, Dr. A.L. Guff, Sheldon Gids.

Minutes of last annual meeting read and approved as read.

Financial report for 1965 year read, motion for acceptance made, carried.

Minutes of special committee meeting read and approved.

Louis Jones presented a chart showing comparative rates for electric service as charged by cities now having municipal power plants or distribution systems as compared to rates now being charged by the California-Pacific Utilities Co.

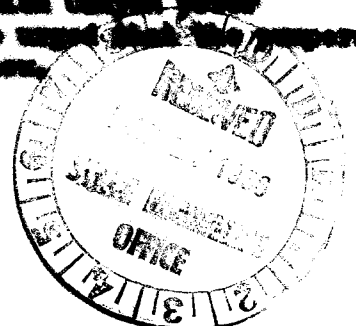
Mr. Jones also pointed out that Cedar City and vicinity stand to lose its right to the allotment of Glen Canyon power unless the city makes an effort to get it now.

Dr. Deal pointed out that we should start working now to protect ourselves against higher expenses such as power rates, taxes and felt that now is the time to establish a policy which our association might follow to gain this relief in future years.

Dr. Deal reported on his visit with the St. George municipal power department and read a report of his findings: That the department now has a reserve of nearly two million dollars, that the department showed a profit of \$163,000.00 for 1965 after paying the city \$15,000.00 in lieu of taxes and at the same time furnishing power at substantially lower rate than we pay in Cedar City. He concluded that we would do well to start doing something for ourselves along this line.

Richard Leigh stated that it was his opinion that we are entitled to the Glen Canyon power since we as tax payers had paid our share of the cost and we have every right to request this power.

Dr. French pointed out that we once had a similar opportunity to secure Boulder Dam power but the decision was made not to accept it, which in his opinion was a very costly mistake. He indicated that Cedar City could qualify as a preference user of power - pointing out that Cal-Pacific is now using Glen Canyon power and in turn selling the same power to us at a high rate. He urged that the pumps and city cooperate and organize to secure this power right now.



Kay Smith asked for time and stated that he felt that before we go off on this matter half-cooked that we should be sure of our position, facts and figures, implying that the rates and comparisons shown were misleading and misrepresented.

Dr. Prestuish called upon Roe Palmer to explain where the figures for comparison had been secured and Mr. Palmer replied that they were secured from Federal Power ~~an~~ commission reports.

L.F. Luke asked for time, made a motion that those who were at the meeting representing the power company be asked to remain silent or to leave. No action was made and after protests were made by other members to this action Dr. Beal ruled the motion out of order.

George Grimshaw stated that he and Mr. Smith would leave if the rest wanted them to, but Dr. Beal stated that they were also pumpers and had as much right to be at the meeting as anyone else.

Dr. Beal brought up subject of the power company charging demand charges, which he felt was unfair and unjust as this demand charge is made for a much longer period of time than the usual pumping season.

Roe Palmer asked Mr. Grimshaw to explain what the demand charge was. Mr. Grimshaw replied that this was a charge made upon the pumpers to offset costs of keeping their systems operating at full capacity to supply this power if it was necessary, stating that the company has to pay their suppliers a demand charge for the same reason.. Elwood Gerry stated that it was his understanding that in the Escalante Valley pumping district, half the area was served by R.E.A. and half by the Cal.-Pacific, and that the portion served by R.E.A. was much lower than the other. He felt that we were entitled to know why.

Kay Smith answered by wondering just how many present were sufficiently schooled and familiar with electric company terminology, power rates and other technical aspects of furnishing and distributing power to really understand what they were talking about in this regard.

Dr. Graff asked why there was such a great difference in power rates before the company secured Glen Canyon power and after this was secured and Mr. Smith answered that it was obvious that Glen Canyon power was much cheaper.

Elwood Gerry stated that it was his understanding that pumpers in Nevada were getting power much lower than we are paying .

After some discussion Gronway Parry asked for time and pointed out that regardless of all what had been said there that night, in the final analysis there were some 29 cities in Utah who have a much lower power rate, lower tax structures, less bonded indebtedness and other advantages than has Cedar City. He felt that it was time now for the people of this area to make a decision to take advantage of this last opportunity to secure low cost power from Glen Canyon, or forever lose its chance. He felt that if other cities could have these many advantages that we should start fighting for these same advantages for ourselves.



Dr. Prestwich stated that the association wasn't fighting anyone. Right now we have a chance to get Glen Canyon power. Let's find out if it is good for Cedar City - if it is and we can save money - can secure for ourselves certain advantages and opportunities that we do not now have by getting this power, then the thing to do is to go after it.

Dr. Beal brought up the matter of approving a budget for the Association to offset expenses that might arise from hiring legal and technical help in determining the facts in this matter and to make a study of our entire power problem. Dr. Prestwich motioned that an assessment be made upon the association members for the sum of \$2,500.00 for the year 1966 to this purpose and that the assessment be made on the same formula as the State Engineers office determines its assessment at the present time. Motion seconded by Roe Palmer, vote called for. All present voted in favor except George Grimshaw and Kay Smith.

Matter of election of new members to the Board of Directors taken up, Directors to be replaced were Dr. Beal, Keith Smith and L.F. Luke.

Nominations made were L.F. Luke, Dr. J.S. Prestwich, Roe Palmer and Dr. Beal.

Secret ballots taken and new officers elected were Dr. Beal, Dr. Prestwich and Roe Palmer. Results of balloting made, meeting adjourned at 9:30 p.m.

Dr. Beal called a meeting of officers for purpose of organizing after the meeting.

Elected president of the Association for 1966 was Dr. Beal, with Dr. Prestwich as vice-president and Sheldon Olds appointed as secretary.

\$2500.00  
Special  
Assess.  
(71)  
3-17-66

Ex. Comm. H. H. H.  
To Be Pomper  
(71) 3-17-66